Form (2)
No 497 - C
Date 22.6.17

THE REPUBLIC OF THE UNION OF MYANMAR

The Myanmar Investment Commission

PERMIT

Permit No. 1305/2017 Date 22nd June 2017

This Permit is issued by the Myanmar Investment Commission according to the section 13 (b) of the Republic of the Union of Myanmar Foreign Investment Law-

(a) Name of Investor/Promoter MR. TEO KIAN SENG

(b) Citizenship SINGAPORE

(c) Address 61 YUNNAN DRIVE 3, SINGAPORE 637951

(d) Name and Address of Principal Organization L&M CONFECTIONERY PTE LTD., NO. 7 TUAS BAYWALK, SINGAPORE 637756

(e) Place of incorporation SINGAPORE

(f) Type of Investment Business MANUFACTURING AND MARKETING OF FLOUR BASED FOOD PRODUCTS

(g) Place(s) at which investment is permitted PLOT NO.98^{C}, 98^{D}, 98^{E}, MYAY TAING BLOCK NO. 14, SHWE THAN LWIN INDUSTRIAL ZONE, PLOT NO.62, INDUSTRIAL ZONE -1 AND PLOT NO.1, INDUSTRIAL ZONE-4, HLAING THAR YAR TOWNSHIP, YANGON REGION

(h) Amount of Foreign Capital US$ 6.758 MILLION

(i) Period for Foreign Capital brought in WITHIN (3) YEARS FROM THE DATE OF ISSUANCE OF MIC PERMIT

(j) Total Amount of Capital (Kyat) EQUIVALENT IN KYAT OF US$ 19.588 MILLION (INCLUDING US$ 6.758 MILLION)

(k) Construction period 3 YEARS

(l) Validity of Investment Permit 50 YEARS

(m) Form of Investment JOINT VENTURE

(n) Name of Company Incorporated in Myanmar L&M MAYSON COMPANY LIMITED

22.6.17

Chairman

The Myanmar Investment Commission

ပြည်ထောင်စုသမ္မတမြန်မာနိုင်ငံတော်
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်
ခွင့်ပြုမိန့်

ခွင့်ပြုမိန့်အမှတ် ၁၃၀၅ / ၂၀၁၇ ၂၀၁၇ခုနှစ် ဇွန်လ ၂၂ ရက်

ပြည်ထောင်စုသမ္မတ မြန်မာနိုင်ငံတော် နိုင်ငံခြား ရင်းနှီးမြှုပ်နှံမှု ဥပဒေပုဒ်မ ၁၃၊ ပုဒ်မခွဲ(ခ)အရ ဤခွင့်ပြုမိန့်ကို မြန်မာနိုင်ငံ ရင်းနှီးမြှုပ်နှံမှု ကော်မရှင်က ထုတ်ပေးလိုက်သည်-

(က) **ရင်းနှီးမြှုပ်နှံသူ/ကမကထပြုသူ၏အမည်** MR. TEO KIAN SENG

(ခ) **နိုင်ငံသား** SINGAPORE

(ဂ) **နေရပ်လိပ်စာ** 61 YUNNAN DRIVE 3, SINGAPORE 637951

(ဃ) **ပင်မအဖွဲ့အစည်းအမည်နှင့်လိပ်စာ** L&M CONFECTIONERY PTE LTD., NO. 7 TUAS BAYWALK, SINGAPORE 637756

(င) **ဖွဲ့စည်းရာအရပ်** SINGAPORE

(စ) **ရင်းနှီးမြှုပ်နှံသည့်လုပ်ငန်းအမျိုးအစား** ဂျုံအခြေခံစားသောက်ကုန်များ ထုတ်လုပ်ခြင်းနှင့် ဖြန့်ဖြူးရောင်းချခြင်းလုပ်ငန်း

(ဆ) **ရင်းနှီးမြှုပ်နှံသည့်အရပ်ဒေသ(များ)** မြေကွက်အမှတ် ၉၈/C၊ ၉၈/D၊ ၉၈/E၊ မြေတိုင်းရပ်ကွက် အမှတ်-၁၄၊ ရွှေသံလွင်စက်မှုဇုန်၊ မြေကွက်အမှတ်-၆၂၊ စက်မှုဇုန်-၁၊ မြေကွက်အမှတ်- ၁၊ စက်မှုဇုန်-၄၊ လှိုင်သာယာမြို့နယ်၊ ရန်ကုန်တိုင်းဒေသကြီး

(ဇ) **နိုင်ငံခြားမတည်ငွေရင်းပမာဏ** အမေရိကန်ဒေါ်လာ ၆.၇၅၈ သန်း

(ဈ) **နိုင်ငံခြားမတည်ငွေရင်းယူဆောင်လာရမည့်ကာလ** ခွင့်ပြုမိန့်ရပြီး ၃ နှစ်အတွင်း

(ည) **စုစုပေါင်းမတည်ငွေရင်းပမာဏ(ကျပ်)** အမေရိကန်ဒေါ်လာ ၁၉.၅၈၈ သန်းနှင့် ညီမျှ သော မြန်မာကျပ်ငွေ (အမေရိကန်ဒေါ်လာ ၆.၇၅၈ သန်း အပါအဝင်)

(ဋ) **တည်ဆောက်မှုကာလ** ၃နှစ်

(ဌ) **ရင်းနှီးမြှုပ်နှံမှုခွင့်ပြုသည့် သက်တမ်း** ၅၀ နှစ်

(ဍ) **ရင်းနှီးမြှုပ်နှံမှုပုံစံ** ဖက်စပ်နိုင်ငံခြားရင်းနှီးမြှုပ်နှံမှု

(ဎ) **မြန်မာနိုင်ငံတွင် ဖွဲ့စည်းမည့် ကုမ္ပဏီအမည်** L&M MAYSON COMPANY LIMITED

22.6.17

ဥက္ကဋ္ဌ
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်

THE REPUBLIC OF THE UNION OF MYANMAR

MYANMAR INVESTMENT COMMISSION

No.(1), Thitsar Road, Yankin Township, Yangon

Tel: 01-658127
Fax: 01-658136

Our ref : MIC-2/ FI-171/ 2017(497-c)

Date : 12th June 2017

Subject : Decision of the Myanmar Investment Commission on the Proposal for "Manufacturing and Marketing of Flour Based Food Products" under the name of L&M Mayson Company Limited

Reference: L&M Mayson Company Limited Letter dated (30-12-2016)

1. The Myanmar Investment Commission, at its meeting (9/2017) held on (16-6-2017) had approved that the proposal for investment in "Manufacturing and Marketing of Flour Based Food Products" under the name of "L&M Mayson Company Limited" submitted as a joint venture by L&M Confectionery Pte Ltd. (34.5%) from Republic of Singapore and Myanmar Mayson Industries Company Limited (65.5%) from the Republic of the Union of Myanmar.

2. Hence, the "Permit" is herewith issued in accordance with Chapter VII, section 13(b) of the Republic of the Union of Myanmar Foreign Investment Law and Chapter VIII, Rule 49 of the Foreign Investment Rules relating to the Republic of the Union of Myanmar Foreign Investment Law. Terms and Conditions to the "Permit" are stated in the following paragraphs.

3. The permitted duration of the project shall be initial 50(fifty) years and extendable for 10(ten) years in 2(two) times commencing from the date of the issuance of Myanmar Investment Commission's permit. The lease term shall be initial 50(fifty) years commencing from the date of signing of the Land Lease Agreement between L&M Mayson Company Limited and Myanmar Mayson Industries Company Limited.

4. The annual rent for the land shall be US$ 108,549 (United States Dollar one hundred, eight thousand, five hundred and forty-nine only) for Plot No. 98^{C}, 98^{D}, 98^{E} measuring 8.941 acres, US$ 13,791 (United States Dollar thirteen

thousand, seven hundred and ninety-one only) for Plot No.62 measuring 1.136 acres and US$ 25,410 (United States Dollar twenty five thousand, four hundred and ten only) for Plot No.1 measuring 2.093 acres, total US$ 147,750 (United States Dollar one hundred and forty-seven thousand, seven hundred and fifty only) calculated at the rate of US$ 3 per square meter per year for 50(fifty) years of the total land measuring 49250.2862 square metres (12.17 acres).

5. In issuing this "Permit", being applied within the time frame of the Notification No. 123/2016 (16-11-2016) issued by the Myanmar Investment Commission, the Commission has granted the following exemptions and reliefs as per Chapter XII, section 27(a), (h),(i) and (k) of Foreign Investment Law. Other exemptions and reliefs under section 27 shall have to be applied upon the actual performance of the project:-

(a) As per section-27(a), income tax exemption for a period of five consecutive years including the year of commencement on commercial operation;

(b) As per section-27(h), exemption or relief from custom duty or other internal taxes or both on machinery, equipment, instrument, machinery components, spare parts and materials used in the business which are imported as they are actually required for use during period of construction of business;

(c) As per section-27(i), exemption or relief from customs duty or other internal taxes or both on raw materials imported for production for the first three-year after the completion of construction of business;

(d) As per section 27(k), exemption or relief from commercial tax on the goods produced for export;

6. L&M Mayson Company Limited shall have to sign the Land Lease Agreement with Myanmar Mayson Industries Company Limited. In addition,

Myanmar Mayson Industries Company Limited shall have to sign the Joint Venture Agreement with L & M Confectionery Pte Ltd. After signing such Agreements, (5) copies of each shall have to be forwarded to the Commission.

7. L&M Mayson Company Limited in consultation with the Company Division, Directorate of Invesment and Company Administration shall have to be registered. After registration, (5) copies each of Certificate of Incorporation and Memorandum of Association and Articles of Association shall have to be forwarded to the Commission.

8. L&M Mayson Company Limited shall use its best efforts for timely realization of works stated in the Proposal. If none of such works has been commenced within one year from the date of issuance of this "Permit" it shall become null and void.

9. L&M Mayson Company Limited has to abide by Chapter X, Rule 58 and 59 of the Foreign Investment Rules for construction period.

10. As per Chapter X, Rule 61 of the Foreign Investment Rules, extension of construction period shall not be granted more than twice except it is due to unavoidable events such as natural disasters, instabilities, riots, strikes, emergency of State condition, insurgency and outbreak of wars.

11. As per Chapter X, Rule 63 of the Foreign Investment Rules, if L&M Mayson Company Limited cannot construct completely in time the construction period or extension period, the Commission will have to withdraw the permit issued to the investor and there is no refund for the expenses of the project.

12. The investor or promoter shall apply the commencement date of commercial operation with Form (11) for their manufacturing business and report to the Commission in accordance with Foreign Investment Rule 97.

13. L&M Mayson Company Limited shall endeavour to meet the targets for production stated in the proposal as the minimum target.

14. The Commission approves periodical appointments of foreign experts and technicians from abroad as per proposal and also in accordance with Chapter XI, section 24 and section 25 of the Foreign Investment Law and the L&M Mayson Company Limited has to follow the existing Labour Laws for the recruitment of staff and labour in accordance with Chapter XIII, Rule 84 of the Foreign Investment Rules.

15. In order to evaluate foreign capital and for the purpose of its registration in accordance with the provisions under Chapter XV, section 37 of the Foreign Investment Law, it is compulsory to report as early as possible in the following manner:

(a) the amount of foreign currency brought into Myanmar, attached with the necessary documents issued by the respective bank where the account is opened and defined under Chapter XVI, Rules 134 and 135 of the Foreign Investment Rules;

(b) the detailed lists of the type and value of foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency.

16. Whenever L&M Mayson Company Limited brings in foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency in the manner of paragraph 15(b) mentioned above, the Inspection Certificate endorsed and issued by an internationally recognized Inspection Firm with regard to quantity, quality and price of imported materials shall have to be attached.

17. L&M Mayson Company Limited has the right to make account transfer and expend the foreign currency from its bank account in accordance with Chapter XVI, Rule 136 of the Foreign Investment Rules and for transfer of local currency generated from the business to the local currency account opened at the bank by a citizen or a citizen-owned business in the State and

right to transfer back the equivalent amount of foreign currency from the foreign currency bank account of citizen or citizen-owned business by submitting the sufficient document in accordance with Chapter XVII, Rule 145 of the Foreign Investment Rules.

18. L&M Mayson Company Limited shall report to the Commission for any alteration in the physical and financial plan of the project. Cost overrun, over and above the investment amount pledged in both local and foreign currency shall have to be reported as early as possible.

19. L&M Mayson Company Limited shall be responsible for the preservation of the environment at and around the area of the project site. In addition to this, it shall carry out as per instructions made by Ministry of Natural Resources and Environmental Conservation in which to conduct an Environmental Management Plan (EMP) which describe the measure to be taken for preventing, mitigation and monitoring significant environmental impacts resulting from the implementation and operation of proposed project or business or activity has to be prepared and submitted and to perform activities in accordance with this EMP and be abided by the environmental policy, Environmental Conservation Law and other environmental related rules and procedures.

20. After getting permit from Myanmar Investment Commission, L&M Mayson Company Limited shall have to be registered at the Directorate of Industrial Supervision and Inspection.

21. L&M Mayson Company Limited shall have to abide by the Fire Services Department's rules, regulations, directives and instructions. Moreover, fire prevention measures shall have to undertake such as water storage tank, fire hose, fire extinguishers and provide training to use the fire fighting equipments.

22. Payment of principal and interest of the loan (if any) as well as payment for import of raw materials and spare parts etc., shall be made out of the local sales or from export earnings of L&M Mayson Company Limited.

23. L&M Mayson Company Limited in consultation with Myanma Insurance, shall effect such types of insurance defined under Chapter XII, Rule 79 and 80 of the Foreign Investment Rules.

22.6.17

(Kyaw Win)
Chairman

Managing Director
L&M Mayson Company Limited

cc: 1. Office of the Government of the Republic of the Union of Myanmar
2. Ministry of Home Affairs
3. Ministry of Natural Resources and Environmental Conservation
4. Ministry of Labour, Immigration and Population
5. Ministry of Industry
6. Ministry of Commerce
7. Ministry of Health and Sports
8. Ministry of Planning and Finance
9. Office of the Yangon Region Government
10. Director General, Department of Environmental Conservation
11. Director General, Department of Labour
12. Director General, Department of Immigration
13. Director General, Directorate of Industrial Supervision and Inspection
14. Director General, Department of Trade
15. Director General, Department of Food and Drug Administration(FDA)
16. Director General, Customs Department
17. Director General, Internal Revenue Department
18. Director General, Directorate of Investment and Company Administration
19. Director General, National Archives Department